ORIGINAL

CITY OF BELLEVUE, WASHINGTON

RESOLUTION NO. 8688

A RESOLUTION relating to the South Bellevue annexation area of Eastgate, Hilltop, Tamara Hills, and Horizon View: setting a new threshold amount for the State of Washington fiscal year July 2014 to 2015; continuing a sales and use tax, as authorized by RCW 82.14.415 at the existing rate for such fiscal year; authorizing certification of the city's true and actual costs to provide municipal services to the annexed area, and providing notice of any applicable tax rate changes.

WHEREAS, the City annexed the Eastgate and Tamara Hills South Bellevue Potential Annexation Areas (PAA) (the "Eastgate Annexation Area") with an estimated combined population threshold of at least four thousand effective June 1, 2012; and

WHEREAS, RCW 82.14.415 allows the City, under the circumstances of this annexation, to impose a sales and use tax as authorized, with that tax being a credit against the state sales and use tax; and

WHEREAS, the City Council adopted Ordinance 6045, as amended by Ordinance 6063, establishing a sales and use tax in the amount of one tenth of one percent (0.1%); and

WHEREAS, RCW 82.14.415 requires the City to provide the Washington State Department of Revenue (DOR) with an estimate of the anticipated shortfall, or "threshold amount" in the Eastgate Annexation Area for the state fiscal year of July 1, 2014 through June 30, 2015 by no later than March 1, 2014 and notice of any applicable tax rate changes; and

WHEREAS, the City Council finds and determines that the projected cost to provide municipal services to the Eastgate Annexation Area exceeds the projected general revenue that the City would receive from the Eastgate Annexation Area by \$1,334,736; and

WHEREAS, there is no tax rate change associated with this threshold amount; and

WHEREAS, the City will provide a certification of true and actual costs for the fiscal year upon the close of that period as required by statute; now, therefore,

THE CITY COUNCIL OF THE CITY OF BELLEVUE, WASHINGTON, DOES RESOLVE AS FOLLOWS:



Section 1. The Bellevue City Council determines that the City's projected threshold amount for the Eastgate Annexation Area is \$1,334,736 for the fiscal year July 1, 2014 through June 30, 2015. The sales and use tax at the rate of one tenth of one percent (0.1%) imposed by Ordinance 6045, as amended by Ordinance 6063 shall be continued.

Section 2. The City Manager or his designee is hereby authorized to provide all required notices to the State Department of Revenue and take such other steps as necessary to carry out the provisions of this Resolution and to ensure compliance with the reporting and certification requirements of RCW Section 82.14.415, including, but not limited to certifying the City's true and actual costs of providing municipal services to the Eastgate Annexation Area.

Passed by the City Council this <u>3rd</u> day of <u>February</u>, 2014, and signed in authentication of its passage this <u>3rd</u> day of <u>February</u>, 2014.

(SEAL)

Claudia Balducci, Mayor

Attest:

Myrna L. Basich City Clerk